

## **MINUTES**

### **VIRGINIA SMALL BUSINESS FINANCING AUTHORITY BOARD OF DIRECTORS MEETING - LOAN BUSINESS**

**June 20, 2007 - 12:00 P.M.**

**Eighth & Main Building, 3<sup>rd</sup> Floor Conference Room  
Richmond, Virginia**

- I. Voting members present: Andy Brownstein, Hattie Hamlin, Jane-Scott Cantus, Jack Stephens, Harold Moore (on behalf of The Honorable J. Braxton Powell), Louisa Strayhorn, and Jeff Jones.  
Others present: David Smith (Deputy Secretary of Commerce and Trade) Stephanie Hamlett (Deputy Attorney General), Scott Parsons, Barbara Carter, Mary Jo Sisson-Vaughan, Anna Mackley Cobb, and Patty Thorne.

Scott Parsons welcomed David Smith, Harold Moore, and Stephanie Hamlett to the meeting. Ms. Hamlett informed the Board that Jasen Eige has a new position with the Office of the Attorney General (OAG) and she will now be representing the OAG at the Board meetings. Mr. Parsons announced that Security One Bank, based in northern Virginia, is the eighth new bank to sign on to participate in VSBFA's loan programs.

- II. Approval of Minutes - On a motion by Jack Stephens, seconded by Hattie Hamlin, the minutes of the May 16, 2007, Board of Directors Meeting - Loan Business were unanimously approved.

### **III. PUBLIC HEARING**

- A. Friendship Foundation - City of Roanoke and Roanoke County - \$14,500,000 501c3 bond. On a motion by Hattie Hamlin, seconded by Jeff Jones, the Board of Directors unanimously adopted an inducement resolution authorizing the issuance of tax-exempt bonds to help finance the renovation of facilities and refinance existing debt.
- B. Wellmont Health System - Lee and Wise Counties - \$55,000,000 501c3 bond. On a motion by Jeff Jones, seconded by Jane-Scott Cantus, the Board of Directors unanimously adopted an inducement and final resolution authorizing the issuance of tax-exempt bonds to help finance the acquisition of assets of several healthcare facilities in Southwest Virginia.
- C. NPPF Intermediate Funding I, LLC (for the benefit of Woods Charter School Company) - At-large - \$11,000,000 501c3 bond. On a motion by Jack Stephens, seconded by Harold Moore, the Board of Directors unanimously adopted an inducement resolution authorizing the issuance of tax-exempt bonds

to NPPF Intermediate Funding I, LLC, a Virginia 501 c 3 that provides tax-exempt financing to small and medium sized non-profits nationwide. This first issuance will help finance the construction of a new campus for Woods Charter School in Chatham County, NC.

- IV. HMI Lebanese American University School of Medicine - Dave Richardson of McGuire Woods, LLP, brought to the Board for discussion only, a project that would allow the VSBFA to issue tax-exempt bonds to the Lebanese American University's School of Medicine to assist them with their financing needs. The Board heard a presentation from representatives of the School of Medicine, asked a number of questions, and discussed the potential request at length. Since the matter was brought before the Board at this time to gauge the Board's interest in being involved in such a project, no motion was required or made. Formal consideration of the project will be made should the School of Medicine decide to apply.
- V. Economic Development Loan Fund Application
  - A. EDA of Bland County - \$1,450,000 - Patty Thorne presented this request to the Board. On a motion by Hattie Hamlin, seconded by Jack Stephens, the Board of Directors unanimously approved up to \$1,450,000 ten-year term loan through the Economic Development Loan Fund for a loan to the EDA to assist in the construction of a \$1.5 million facility for the benefit of Virginia Steel & Fabrication, Inc. (Ms. Strayhorn was not present for the vote.)
- VI. Board Review and Ratification of Loans Approved/Declined by Staff - On a motion by Jeff Jones, seconded by Hattie Hamlin, the loan decisions of \$500,000 or less approved and declined by staff for May and June 2007 were unanimously ratified.
- VII. Chairman Brownstein adjourned the meeting.